DrinkerBiddle&Reath

Thomas F. Starnes Partner 202-230-5192 Direct 202-842-8465 Fax thomas.starnes@dbr.com

Law Offices

1500 K Street, N.W. Washington, DC 20005-1209

202-842-8800 phone 202-842-8465 fax www.drinkerbiddle.com

CALIFORNIA

DELAWARE

JILLINOIS

NEW JERSEY

NEW YORK

PENNSYLVANIA

WASHINGTON DC

WISCONSIN

October 18, 2010

VIA E-MAIL AND REGULAR MAIL

The Honorable Marina Corodemus, (Ret.) Director ADR Practice Area Corodemus & Corodemus, LLC The Woodbridge Hilton Building 120 Wood Avenue South Suite 500 Iselin, NJ 08830

Re:

Dear Judge Corodemus:

Case Management Order XII ("CMO XII") granted plaintiffs leave to file an amended complaint "solely for the purpose of adding defendants to this litigation, including but not limited to assertion of direct claims against Third Party Defendants under R. 4.8-11." (CMO XII ¶ 4) Plaintiffs' Third Amended Complaint does not assert direct claims against any third party defendants, as was contemplated, but instead asserts against two entirely new parties the claims asserted against the Original Defendants (which claims have also been altered in several significant respects not material to this application). The two new defendants are YPF International, S.A. and Maxus International Energy Company ("MIEC"). Drinker Biddle & Reath LLP will be representing MIEC in defense of these claims, along with continuing its representation of Defendants Maxus Energy Corporation ("Maxus") and Tierra Solutions, Inc. ("Tierra").

Pursuant to Paragraph 8 of CMO XII, MIEC submits this application for leave to file a motion to dismiss the Third Amended Complaint for lack of jurisdiction under NJ S. Ct. Rule 4:6-2(b). MIEC recognizes that Judge Goldman's previously denied motions to dismiss based on lack of personal jurisdiction filed by Repsol YPF, S.A., YPF, S.A., YPF Holdings, Inc. and CLH Holdings, Inc., with the understanding that those defendants might re-assert their jurisdictional defenses after discovery, on a motion for summary judgment. MIEC's contacts with New Jersey (or lack thereof), however, were not considered in that earlier motion. Further, the Third Amended Complaint raises new allegations against the defendants who previously filed motions challenging personal jurisdiction, which we understand is prompting those defendants to seek leave to file a new motion now, to ensure that their jurisdictional objections are preserved.

Legal Basis for the Motions. MIEC's proposed motion to dismiss for lack of personal jurisdiction should be resolved before subjecting MIEC further litigation in a foreign forum. MIEC is a Delaware corporation, whose principal place of business is in

Established 1849

DrinkerBiddle&Reath

The Honorable Marina Corodemus, (Ret.) October 18, 2010 Page 2

Texas. Moreover, MIEC is essentially a stock holding company, which has a primarily international focus and has no contacts with New Jersey such that it might reasonably have anticipated being haled into court in New Jersey.

Benefits to Judicial Economy and Advancement of Ultimate Resolution. In the first instance, allowing MIEC's motion would serve the interest of avoiding waiver and preserving its defenses. Second, MIEC's motion will cover new ground, since MIEC's nexus with New Jersey has not previously been considered by the Court. Third, the motion stands to eliminate a party from the case.

For the foregoing reasons, pursuant to CMO XII, ¶ 8, MIEC respectfully seeks your authorization to file a motion to dismiss the claims asserted against it in the Third Amended Complaint for lack of personal jurisdiction.

Very truly yours,

Thomas E. Starnes

TES

cc: Counsel of Record